Sarkaria Commission's Recommendations

♦86. SHBIMATI RENUKA .V-CHOWDHURY:

SHRI A. G. KULKARNI:

Will the Minister of HOME AFFAIRS be pleased to state:

(a) whether the recommendations of the Sarkaria Commission on Centre-State relations have been examined by Government;

(b) if not, what are the reasons therefor;' and

(c) by when the recommendations are likely to be implemented?

THE MINISTER OF HOME AFFAIRS (SHRI BUTA SINGH): (a) to (c) Examination of the recommendation of the Commission on Centre-State relations has been initiated. It has been decided to take into consideration the comments of State Governments, views of Parliament and members of public before taking decisions on the recommendations of the Commission.

Inflow of foreign funds into Orlssa

*87. SHRI BASUDEB MOHAPAT-RA: Will the Minister of HOME AFFAIRS be pleased to state:

(a) whether it is a fact that foreign funds are being pumped into Orissa through some voluntary organizations; if so, what are the details thereof;

(h) what is the quantum of funds received by these organizations during the financial years 1985 to 1988, year-wise; and

(c) what steps Government have taken or pronose to take effectively curb misuse of such funds?

THE MTNTSTER OF HOME AFFAIRS (SHRI BUTA SINGH): a) and (b) Foreign contributions are being received by various organisations in Orissa. As the information of receipt of foreign contributions is being maintained on calendar year basis, the detials are as follows:—

Year	Amount of foreign contribution reported to have been received
1985	. Rs. 4 45 Crores
	. Rs.7.82 Crcres
1986	. Rs, 8 00 Crores (appx.)
1987	

(c) A Monitoring Cell has been set up for keeping an effective check on the violations of the foreign contribution (Regulation) Act, 1976. Accounts and intimations furnished by the recipient organisations are scrutinised by them and in case any violation of the Act is noticed, action is taken in accordance with the provisions of the Act.

Low disbursement rates of IFOI

*88. SHRI KAMAL MORARKA: Will the Minister of FINANCE be be pleased to state:

(a) whether it is a fact that actual disbursements of Industrial Finance Corporation of India are only 55 per cent of the total sanctioned assistance;

(b) if so, what are the major reasons for such low disbursements.

(c) whether completion of projects is affected due to non-disbursemenfc of sanctioned assistance in time; and

(d) whether Government feel that IFCI management needs to be improved?

THE MINISTER OF STATE IN THE DEPARTMENT OF ECONOMIC AFFAIRS IN THE MINISTRY OF FINANCE (SHRI EDUARDO

FALEIRO); (a) to (c) Industrial Finance Corporation of India (iFCI) has reported that during its working year 1987-88, the total disbursements! sanctions made were Rs. 730.22 crores and Rs. 1353.64 crores respectively. The disbursement of assistance takes place after certain procedural requirements which may include *inter-alia,* execution of relative loan agreements, completion of legal formalities, party obtaining required approvals from appropriate authorities, ensuring that means of financing of the project including underwriting arrangements are tied up, bringing in envisaged promoters contribution, etc. Disbursements in any particular year are against the assistance sanctioned, in the same year as well as in the early years. Sanctioned loans are disbursed to assisted units in instalments according to the needs indicated by them and keeping in view the progress of implementation of the project.

(d) Performance of IFCI along • with other All-India term lending institutions is kept under review by Government.

Amalgamation scheme of NTC

.*89.SHRICHATURANANMISHRA:

SHRI GURUDAS DAS GUPTA:

Will the Minister of TEXTILES be pleased to state:

(a) whether the National Textile Corporation hag launched an amalgamation scheme;

(b) if so, what are the details of the scheme;

(c) whether it is a fact that the trade unions in the textile industry are not in favour of this amalgamation scheme; and

(d) if so, what ere the details thereof and Government's reaction (hereof?

THE MINISTER OF TEXTILES (SHRI RAM NIWAS MIRDHA); (a) No, Sir. A proposal for amalgamation of various unviable mills is still in its preliminary stage of discussions at various levels.

(b) to (d) Do not arise.

Government money blocked in sick units

*90. SHRIMATI KANAK. MU-KHERJEE: Will the Minister of FINANCE be pleased to state;

(a) whether it is a fact that as per the latest estimate, about Rs. 4,000 crores belonging to the various public sector financial institutions are blocked in 7,000 sick units all over the country;

(b) if so, what are the details thereof; and

(c) what long-term as well as short-term measures are being taken by Government to make these sick units viable?

THE MINISTER OF STATE IN THE DEPARTMENT OF ECONOMIC AFFAIRS IN THE MINISTRY OF FINANCE (SHRI EDUARDO FA-LEIRO): (a) to (c) Reserve Bank of India (RBI) has reported that total outstanding bank credit against sick industrial units stood at Rs. 4222.69 crores involving 159283 units as at the end of June, 1987.

RBI has laid guidelines for close monitoring of such borrowal accounts and to draw rehabilitation packages in respect of sick industrial units as are found potentially viable. Packages provide for phased repayment to bank with reliefs I concessions like reduced rates of interest, funding of overdueg, waiving of panel interest etc. As regards non-viable units banks undertake action as appropriate for the recovery of dues which include, tnter-*alia,* sale of goods hypothicated. enforcement of security available against the borrower) guarantor.